Message Text

CONFIDENTIAL

PAGE 01 MOSCOW 09214 021714Z

67

ACTION EB-07

INFO OCT-01 EUR-12 ISO-00 CAB-02 CIAE-00 COME-00 DODE-00

DOTE-00 INR-07 NSAE-00 FAA-00 SS-15 NSC-05 L-03 H-02

PA-01 PRS-01 USIA-06 /062 W

----- 030370

R 021416Z JUL 75

FM AMEMBASSY MOSCOW

TO SECSTATE WASHDC 1818

CONFIDENTIAL MOSCOW 9214

E.O. 11652: GDS TAGS: EAIR, UR, US

SUBJ: PAN AMERICAN-AEROFLOT MEETING ON FREQUENCIES

1. SUMMARY - AT RECENTLY-COMPLETED COMMERCIAL DISCUSSIONS IN NEW YORK,

PANAM AND AEROFLOT REACHED UNDERSTANDING ON THREE-YEAR FREQUENCIES PACKAGE DEAL. MOST IMPORTANT PROVISION IS AEROFLOT REVERSAL OF PREVIOUS

STAND BY ALLOWING PANAM BOEING SERVICE TO MOSCOW BEGINNING IN MAY 1976. PANAM-AEROFLOT UNDERSTANDING CONDITIONAL ON APPROVAL BY BOTH GOVERNMENTS NO LATER THAN SEPTEMBER 30, 1975. PANAM REGARDS THE 747 PROVISION AS IMPORTANT BREAKTHROUGH IN COMPANY'S RELATIONS WITH SOVIETS

AND HOPES EACH GOVERNMENT WILL APPROVE ARANGEMENT ON FREQUENCIES PRIOR

TO AND INDEPENDENT OF INTER-GOVERNMENTAL CIVAIR TALKS. DURING DISCUSSIONS SOVIET REPS STATED THAT TALKS WITH BOTH BOEING AND LOCKHEED ON PURCHASE OF SEVERAL WIDE-BODIED AIRCRAFT ARE SUSPENDED FOR TIME BEING. THEY ALSO INDICATED THAT SIMILAR PLANE OF SOVIET DESIGN WILL NOT

BE IN OPERATION FOR AT LEAST FIVE YEARS. END SUMMARY

2. MOSCOW PANAM REP DRAHORAD, IN MEETING WITH EMBOFF JULY 1, RELATED SUBSTANCE OF PANAM-AEROFLOT DISCUSSION ON FREQUENCIES WHICH WERE HELD LAST WEEK IN NEW YORK. AEROFLOT DELEGATION, HEADED BY CONFIDENTIAL

CONFIDENTIAL

PAGE 02 MOSCOW 09214 021714Z

MINISTRY OF CIVIL AVIATION DEPUTY FOREIGN RELATIONS CHIEF V.D.

SAMORUKOV, WISHED TO DISCUSS WIDE RANGE OF CIVAIR MATTERS, INCLUDING NEW ROUTES ACROSS US AND POSSIBLILITY OF AEROFLOT ISSUING OWN TICKETS IN US. PANAM TEAM, HOWEVER, INSISTED THAT TALKS FOCUS SOLELY ON QUESTION OF FREQUENCIES. IN THE END PARTIES REACHED BROAD AGREEMENT ON FLIGHT FREQUENCIES BY THE TWO CARRIERS OVER THREE YEAR PERIOD, BEGINNING NOVEMBER 1, 1975. MOST IMPORTANT DEVELOPMENT IN TALKS WAS AEROFLOT REVERSAL OF ITS PREVIOUS INSITENCE THAT NO WESTERN CARRIER BE ALLOWED TO FLY BOEING 747S TO MOSCOW UNTIL USSR HAD PLACED IN SERVICE WIDE-BODIED AIRCRAFT OF ITS OWN (EITHER DOMESTICALLY-PRODUCED OR FOREIGN).

- 3. UNDER NEW INTER-AIRLINE UNDERSTANDING, PANAM WOULD HAVE RIGHT TO OPERATE THREE FLIGHTS WEEKLY DURING SUMMERS OF 1976AND 1977. OF THESE, TWO WOULD BE 747S DURING SUMMER 1976AND ALL THREE IN SUMMER OF 1977. DURING WINTER SEASON BOTH YEARS PANAM WOULD REVERT TO TWO FLIGHTS WEEKLY, USING 707S. IN RETURN AEROFLOT WOULD RECEIVE RIGHT TO FIVE FLIGHTS WEEKLY DURING SUMMER OF 1976, SIX THE FOLLOWING SUMMER, AND TWO WEEKLY EACH WINTER. (THIS FORMULA WORKED OUT ON BASIS OF AIRCRAFT CAPACITY, WITH AEROFLOT ALLOWED TO OPERATE TWO IL-62S FOR EACH 747 USED BY PANAM.) DURING THIRD YEAR OF AGREEMENT, FREQUENCIES FOR BOTH CARRIERS WOULD REMAIN AT 1977 LEVELS.
- 4. IN COURSE OF DISCUSSION SAMORUKOV ALLEGED THAT SOVIET-DESIGNED WIDE-BODIED AIRCRAFT (IL-86) WILL NOT BE IN OPERATION FOR "AT LEST FIVE YEARS". WHEN QUERIED ABOUT PURCHASE OF US WIDE-BODIED JETS, SAMORUKOV INDICATED THAT TALKS WITH BOTH BOEING AND LOCKHEED ARE STALLED AND THAT NO PROGRESS IN EXPECTED IN NEAR FUTURE. DRAHORAD COULD NOT ACCOUNT FOR SOVIET CHANGE OF HEART ON ALLOWING PANAM USE OF 747S TO MOSCOW, EXCEPT FOR FACT THAT IN RETURN AEROFLOT WOULD RECEIVE EVEN GREATER NUMBER OF FLIGHTS TO US DURING PEAK SUMMER SEASONS. ALSO, PANAM WILL SUPPORT AEROFLOT DESIRE FOR FIFTH FREEDOM RIGHTS ON ALL ITS FLIGHTS (BUT LIMITED TO NOT MORE THAN TWO FLIGHTS TO OR FROM US FROM ANY ONE EUROPEAN INTERMEDIATE CITY).
- 5. ACCORDING TO DRAHORAD PANAM AND AEROFLOT AGREED THAT THEIR UNDERSTANDING WOULD COME INTO EFFECT ONLY IF RATIFIED BY RESPECTIVE GOVERNMENTS PRIOR TO SEPTEMBER 30. AT SAME TIME DRAHORAD INDICATED THAT PANAM WISHES OBTAIN USG APPROVAL CONFIDENTIAL

CONFIDENTIAL

PAGE 03 MOSCOW 09214 021714Z

OF THESE PROPOSALS BEFORE BEGINNING OF INTER-GOVERNMENTAL TALKS. IN PANAM'S VIEW, MINISTRY OF CIVIL AVIATION WOULD THUS BE COMMITTED TO ALLOWING PANAM THE USE OF 747S IN ADVANCE OF TALKS AND COULD NOT LINK THAT QUESTION WITH OTHER MORE THORNY ISSUES, SUCH AS ROUTES, NEW OFFICES, AND PERSONNEL CEILINGS.

STOESSEL

	Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006
CONFIDE	NTIAL
NNN	
11111	

Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: AGREEMENTS, MEETINGS, RADIO FREQUENCIES, MEETING PROCEEDINGS

Control Number: n/a Copy: SINGLE Draft Date: 02 JUL 1975 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: KelleyW0
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975MOSCOW09214

Document Number: 1975MOSCOW09214 Document Source: CORE Document Unique ID: 00

Drafter: n/a Enclosure: n/a Executive Order: GS Errors: N/A

Film Number: D750229-0952

From: MOSCOW

Handling Restrictions: n/a

Image Path:

Legacy Key: link1975/newtext/t19750792/aaaadebn.tel Line Count: 113 Locator: TEXT ON-LINE, ON MICROFILM

Office: ACTION EB Original Classification: CONFIDENTIAL Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 3

Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL Previous Handling Restrictions: n/a Reference: n/a

Review Action: RELEASED, APPROVED Review Authority: KelleyW0

Review Content Flags: Review Date: 11 JUN 2003

Review Event:

Review Exemptions: n/a
Review History: RELEASED <11 JUN 2003 by CunninFX>; APPROVED <22 OCT 2003 by KelleyW0>

Review Markings:

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JÚL 2006

Review Media Identifier: Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: PAN AMERICAN-AEROFLOT MEETING ON FREQUENCIES

TAGS: EAIR, UR, US, AEROFLOT, PAN AM To: STATE

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006